

FISCAL IMPACT STATEMENT ON BILL NO. **S.1160**

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TO:	The Honorable David Thomas, Chairman, Senate Banking and Insurance Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Beth Campbell		
DATE:	March 7, 2006	SBD:	2006119

AUTHOR:	Senator Thomas	PRIMARY CODE CITE:	38-90-20
SUBJECT:	Captive Insurance Company - Workers' Compensation		

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

This Bill provides that an employer who may self-fund workers' compensation coverage is authorized to write workers' compensation coverage directly through a captive insurance company. It also authorizes a captive insurance company the ability to write workers' compensation insurance.

EXPLANATION OF IMPACT:

The Workers' Compensation Commission and the Second Injury Fund each indicate enactment of this Bill will have no impact on the General Fund of the State or on Federal and/or Other Funds.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

The Board of Economic Advisors is the appropriate entity to address any revenue impact associated with this Bill.

Approved by:



Don Addy
Assistant Director, Office of State Budget